

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1858-01  
Bill No.: HB 660  
Subject: Environmental Protection; Natural Resources Dept.; Waste - Solid  
Type: Original  
Date: March 9, 2005

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**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
<b>FUND AFFECTED</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 5 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**FISCAL ANALYSIS**

**ASSUMPTION**

Officials with the **Department of Health and Senior Services (DHSS)** assume this proposal would not be expected to fiscally impact the operations of DHSS. If an impact were to result, funds to support the program would be sought through the appropriations process.

Officials with the **Department of Agriculture** assume no fiscal impact to their agency.

Officials from the **Department of Natural Resources (DNR)** assume this proposal will ensure that the current revenue stream into the solid waste management fund will provide sufficient funding for existing solid waste permitting, enforcement, inspection, statewide planning, oversight of financial assistance, and administration activities to the department and the Attorney General's office as well as increased direct financial assistance to the solid waste management districts.

For purposes of this legislation, the DNR assumes annual revenues deposited into the Solid Waste Management Fund of approximately \$11 million. Under the restructuring of the distribution of the fund, \$1 million dollars will be allocated for the Market Development Program (under Environmental Improvement & Energy Resources Authority, which includes \$150K for household hazardous waste) leaving approximately \$10 million to be distributed

ASSUMPTION (continued)

between the department and the solid waste management districts. Approximately \$4.3 million (43%) will be allocated to the department and the remaining \$5.7 million (57%) will be allocated to the districts.

This proposal provides dedicated funding to continue permitting, inspection, enforcement, and statewide planning activities and the management and oversight of financial assistance, to the solid waste management districts and their constituents, relating to the management and control of solid waste in Missouri.

The department will be able to retain staff to oversee nearly \$300 million in financial assurance instruments to ensure that funding is available for the proper closure and long-term maintenance of closed landfills.

This proposal increases the allocation for direct financial assistance to the solid waste management districts throughout the state. It also increases the minimum amount that will be awarded to each district, increasing the money available to those smaller rural districts and districts that do not have solid waste disposal and processing facilities within their boundaries.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

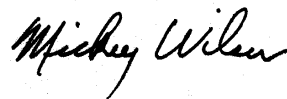
Currently, each operator of a solid waste sanitary landfill or a transfer station in Missouri will collect a charge of \$1.50 per ton, and each operator of the solid waste demolition landfill will collect \$1 per ton for deposit into the Solid Waste Management Fund. These charges will be adjusted annually by the same percentage as the increase in the Consumer Price Index. This bill requires that no annual adjustment be made to the charges imposed during October 1, 2005, to October 1, 2009, except those needed to fund the operating costs of the Department of Natural Resources. During this time, no annual increase will exceed the percentage increase measured by the Consumer Price Index.

The bill increases the percentage dedicated to the elimination of illegal solid waste disposal from 42% to 43% and decreases the percentage that will be allocated through grants to participating cities, counties, and districts from 58% to 57%. Of the 57%, one-half must be allocated based on the population of each district, and one-half will be allocated based on the amount of revenue generated within each district. The minimum a district may receive is increased from \$45,000 to \$95,000.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Natural Resources  
Department of Health and Senior Services  
Department of Agriculture



Mickey Wilson, CPA  
Director

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